§ 675.21

must set forth the FWS work conditions. The agreement must indicate whether the institution or the agency or organization shall pay the students employed, except that the agreement between an institution and a for-profit organization must require the employer to pay the non-Federal share of the student earnings.

- (2) The institution may enter into an agreement with an agency or organization that has professional direction and staff.
- (3) The institution is responsible for ensuring that—
- (i) Payment for work performed under each agreement is properly documented; and
- (ii) Each student's work is properly supervised.
- (4) The agreement between the institution and the employing agency or nonprofit organization may require the employer to pay—
- (i) The non-Federal share of the student earnings; and
- (ii) Required employer costs such as the employer's share of social security or workers' compensation.
- (c) FWS general employment conditions and limitation. (1) Regardless of the student's employer, the student's work must be governed by employment conditions, including pay, that are appropriate and reasonable in terms of—
 - (i) Type of work;
 - (ii) Geographical region;
 - (iii) Employee proficiency; and
- (iv) Any applicable Federal, State, or local law.
 - (2) FWS employment may not—
 - (i) Impair existing service contracts;
- (ii) Displace employees;
- (iii) Fill jobs that are vacant because the employer's regular employees are on strike;
- (iv) Involve the construction, operation, or maintenance of any part of a facility used or to be used for religious worship or sectarian instruction; or
- (v) Include employment for the U.S. Department of Education.
- (d) Academic credit and work-study. (1) A student may be employed under the FWS program and also receive academic credit for the work performed. Those jobs include, but are not limited to, work performed when the student is—

- (i) Enrolled in an internship;
- (ii) Enrolled in a practicum; or
- (iii) Employed in a research, teaching, or other assistantship.
- (2) A student employed in an FWS job and receiving academic credit for that job may not be—
- (i) Paid less than he or she would be if no academic credit were received;
- (ii) Paid for receiving instruction in a classroom, laboratory, or other academic setting; and
- (iii) Paid unless the employer would normally pay the person for the same position.

(Approved by the Office of Management and Budget under control number 1845–0019)

(Authority: 42 U.S.C. 2753)

[52 FR 45770, Dec. 1, 1987, as amended at 53 FR 49147, Dec. 6, 1988; 59 FR 61419, Nov. 30, 1994; 62 FR 50848, Sept. 26, 1997; 64 FR 58293, Oct. 28, 1999]

§ 675.21 Institutional employment.

- (a) An institution, other than a proprietary institution, may employ a student to work for the institution itself, including those operations, such as food service, cleaning, maintenance, or security, for which the institution contracts, if the contract specifies—
- (1) The number of students to be employed; and
- (2) That the institution selects the students to be employed and determines each student's pay rate.
- (b) A proprietary institution may employ a student to work for the institution, but only in jobs that—
- (1) Are in community services as defined in §675.2; or
 - (2) Are on campus and that—
- (i) Involve the provision of student services as defined in §675.2
- (ii) To the maximum extent possible, complement and reinforce the educational program or vocational goals of the student: and
- (iii) Do not involve the solicitation of potential students to enroll at the proprietary institution.

(Authority: 42 U.S.C. 2753)

[52 FR 45770, Dec. 1, 1987, as amended at 59 FR 61417, Nov. 30, 1994]